

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL MEMORANDUM**

**HB 708 – SB 759**

March 30, 2015

**SUMMARY OF ORIGINAL BILL:** Changes from “within 10 days of the delinquency date” to “within 10 business days of the delinquency date” the timeframe for accepting a partial electronic payment of property tax before the required notice to the taxpayer that the applicable property may be subjected to tax lien and enforcement by tax sale or other legally authorized

FISCAL IMPACT OF ORIGINAL BILL:

NOT SIGNIFICANT

**SUMMARY OF AMENDMENT (004431):** Deletes and rewrites the bill in its entirety. Makes real property owned by a nonprofit economic or charitable development organization eligible for property tax exemption as a charitable use property when the property is used: to expand entrepreneurship in the community; to commercialize technologies into scalable businesses; to provide affordable office or lab space and shared meeting rooms; and to provide services, including accelerator programming and business training.

Applies this section to nonprofit entities that have been in continual operation for not less than ten years from the effective date of this bill, and that have executed an economic development mission for not less than ten years from the effective date of this bill, and are located within Shelby County. Requires owners claiming an exemption under this bill to file an application for the exemption with the State Board of Equalization. Makes provisions of the amended bill applicable only to counties containing a facility for a National Basketball Association professional basketball team.

**FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:**

**Decrease Local Revenue – \$200,000**

Assumptions for the bill as amended:

- This bill is a property tax exemption bill, and thus is irrelevant to state government activities.
- The Comptroller of the Treasury reports that there is at least one qualifying property which generates approximately \$100,000 for Shelby County and \$100,000 for the city of Memphis. Therefore, the total recurring decrease in local revenue related to this amended bill is estimated to be \$200,000.

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**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in dark ink, reading "Jeffrey L. Spalding". The signature is written in a cursive, flowing style with a large initial "J" and a distinct "L" and "S".

Jeffrey L. Spalding, Executive Director

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